

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 2287 – SB 2267

March 5, 2012

SUMMARY OF AMENDMENT (013681): Deletes all language after the enacting clause. Effective January 1, 2013, deletes authorization for persons 60 years of age or older to obtain a non-photo driver license. Authorizes persons age 60 years or older who have previously elected to obtain a non-photo license to wait until such license expires to obtain a photo bearing license.

CORRECTED FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue – \$98,100

Increase State Expenditures – \$10,000/One-Time

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures – \$10,000/One-Time

Increase State Revenue – \$49,000/FY12-13

\$98,100/FY13-14 and Subsequent Years

Assumptions applied to amendment:

- According to the Department of Safety (DOS), there are 196,190 valid non-photo driver licenses on file. The standard renewal cycle is five years. On average, one-fifth or 39,238 (196,190 / 5) will renew each year.
- The current price of a non-photo license is \$15 and the price of a photo license is \$17.50.
- A recurring increase in state revenue of \$98,095 (39,238 renewals x \$2.50 increase).
- Due to the effective date of January 1, 2013, the increase in state revenue for FY12-13 is estimated to be 50 percent (or \$49,048) of the first full-year impact (FY13-14).
- Any increase in workload at the 50 driver license centers can be handled within existing resources without an increased appropriation or reduced reversion.
- A one-time increase in state expenditures of \$10,000 for information technology programming to require a photograph on every driver license.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/jaw